

February 17, 2005

Mr. Michael Powell
FCC Chairman
Federal Communications Commission
445 12th Street SW
Washington, DC 20554

RE: WC Docket No. 03-133

Mailing Address
535 W. Georgia Ave.
Phoenix, Arizona 85013

Dear Chairman Powell,

Phoenix
602.222.4700

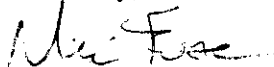
The time has come for the FCC to step in and make a decision regarding AT&T's most recent scam involving pre-paid calling cards and an "enhanced service" being used to bilk the Universal Service Fund out of many valuable and substantial funds. FCC has an obligation to protect the Universal Service Fund, an invaluable tool in the telecommunications industry, and must vote against the FCC in this matter.

Washington, D.C.
202.285.8885

AT&T's scam works like this: On its pre-paid calling cards, AT&T has plays a short, pre-recorded message thanking the customer for their purchase. By calling this an "enhanced service" – AT&T is able to skip out on paying into the Universal Service Fund. This money has been building up to over \$140 million in service contributions. As an industry leader, AT&T is providing a powerfully dangerous example of corporate greed and not paying to support the communication networks it uses to do business.

AT&T has tried to pull the wool over the FCC's eyes before, and the FCC stepped in then and took appropriate action. That action is needed once again in this matter. AT&T has circumvented the system, exploiting every loophole along the way. The FCC cannot allow this to continue. AT&T should be paying into the Universal Service Fund just like every other telecom company.

Sincerely,



Max Fose
President

CC: Commissioner Kathleen Q. Abernathy
Commissioner Michael J. Copps
Commissioner Kevin J. Martin,
Commissioner Jonathan S. Adelstein

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